

**FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED
MONROE, LOUISIANA**

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of And for The Year Ended September 30, 2012**

BY

**ROSIE D. HARPER
CERTIFIED PUBLIC ACCOUNTANT, LLP**

**POST OFFICE BOX 1167 • 604 NORTH THIRD STREET • MONROE, LOUISIANA 71210
OFFICE (318) 387-8008 • FAX (318) 387-0806**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date JUL 10 2013

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**FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED
Monroe, Louisiana**

**Financial Statements
and Independent Auditor's Report
with Supplemental Information
As of and for the Year Ended September 30, 2012**

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ROSIE D. HARPER

Certified Public Accountant, LLP

Post Office Box 1167 • 604 North 3rd Street • Monroe, Louisiana 71210

Phone. (318) 387-8008 • Fax: (318) 387-0806

Independent Auditor's Report

To the Board of Directors of
Nutrition Healthy Choice of Monroe, Incorporated
Monroe, Louisiana

I have audited the accompanying statement of financial position of The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated (a nonprofit organization) as of September 30, 2012, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated as of September 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated June 26, 2013, on my consideration of The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and

Independent Auditor's Report (Continued)

other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Rosie D Harper
Certified Public Accountant

Monroe, Louisiana
June 26, 2013

FINANCIAL STATEMENTS

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Statement A

Statement of Financial Position
September 30, 2012

Assets

Reimbursements Receivable	\$ 271,924
Other Receivables	<u>1,940</u>
Total Assets	<u><u>273,864</u></u>

Liabilities and Net Assets

Liabilities

Accrued Liabilities	12,118
Due to DOE	585
Due to Providers	<u>261,161</u>
Total Liabilities	<u>273,864</u>

Net Assets

Net Assets	<u>-</u>
Total Net Assets	<u>-</u>
Total Liabilities and Net Assets	<u><u>\$ 273,864</u></u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Statement B

Statement of Activities
For the Year Ended
September 30, 2012

UNRESTRICTED NET ASSETS

Net Assets Released from Restrictions	
Restrictions Satisfied by Payments	\$ 4,181,556
TOTAL UNRESTRICTED SUPPORT AND RECLASSIFICATION	<u>4,181,556</u>
Expenses	
General and Administrative Expenses	557,673
Program Expense	3,623,883
Total Expenses	<u>4,181,556</u>
Change in Unrestricted Net Assets and Reclassifications	<u>-</u>

TEMPORARILY RESTRICTED NET ASSETS

Reimbursements	
Louisiana Department of Education	
Net Assets Released from Restrictions	4,181,556
Restrictions Satisfied by Payments	<u>(4,181,556)</u>
Change in Temporarily Restricted Net Assets	<u>-</u>
Change in Net Assets	-
Net Assets as of Beginning of Year	<u>-</u>
Net Assets as of End of Year	<u><u>\$ -</u></u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

FAMILY DAY CARE HOME PROGRAM
 OF
 NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Statement C

Statement of Cash Flows
 For the Year Ended
 September 30, 2012

Operating Activities	<u>All Funds</u>
Change in Net Assets	\$ -
Adjustments to Reconcile Change in Net Assets to Net	
Cash Provided by Operating Activities	
Decrease in Reimbursement Receivable	7,905
Increase in Other Receivables	(1,940)
Decrease in Accrued Liabilities	(1,691)
Decrease in Due to DOE	585
Decrease in Due to Providers	(4,859)
Total Adjustments	<u>-</u>
Net Cash Provided by Operating Activities	<u>-</u>
Net Cash Increase for Period	-
Cash at Beginning of Period	-
Cash and Cash Equivalents at End of Year	<u><u>\$ -</u></u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Statement D

Statement of Functional Expenses
For the Year Ended
September 30, 2012

	<u>General and Administrative</u>	<u>Program Services</u>	<u>Total Expenses</u>
Personnel Costs			
Salaries and Wages	\$ 333,524	\$ -	\$ 333,524
Related Benefits	39,303	-	39,303
Total Personnel Costs	<u>372,827</u>	<u>-</u>	<u>372,827</u>
Other Expenses			
Acquisition Costs	3,295	-	3,295
Contract Costs	13,494	-	13,494
Provider Reimbursements	-	3,623,883	3,623,883
Operating Costs	129,452	-	129,452
Provider Training	1,755	-	1,755
Staff Training	8,856	-	8,856
Travel	26,343	-	26,343
Other Expense	1,651	-	1,651
Total Other Expenses	<u>184,846</u>	<u>3,623,883</u>	<u>3,808,729</u>
Total Functional Expenses	<u>\$ 557,673</u>	<u>\$ 3,623,883</u>	<u>\$4,181,556</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements

**Family Day Care Home Program
Of
Nutrition Healthy Choice of Monroe, Incorporated
Monroe, Louisiana**

**Notes to the Financial Statements
As of and for the Year Ended September 30, 2012**

NOTE A-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated is a private non-profit organization domiciled in Monroe, Louisiana. The Organization was chartered by the State of Louisiana on February 10, 1975. The Organization is recognized as a tax exempt (non-profit) organization under section 501 (c) (3) of the Internal Revenue Service Code. It administers assistance to Family Day Care Home providers by enrolling, monitoring, reimbursing, and providing overall assistance to service providers as authorized at section 17 of the National School Lunch Act (42 U S C 1766). The Home providers provide a combination of three meals or snacks a day to eligible children who are kept in the homes of the service providers. A Board of Directors which consists of five (5) members governs the agency. The Board Members receive no compensation.

Public Support and Revenue

Revenue and public support consists mainly of federal reimbursements. Grants and other contributions of cash and other assets are reported as permanently restricted or temporarily restricted if they are received with donor restrictions. Contributions are considered to be unrestricted unless restricted by the donor. A state service contract was the only source of income during the audit period.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

Nutrition Healthy Choice of Monroe, Incorporated is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code and, therefore, has made no provision for federal income taxes in the accompanying financial statements.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Organization, and has concluded that as of June 26, 2013, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by Internal Revenue Service for the years ended September 30, 2010, 2011, and 2012, however, there are currently no audits for any tax period in progress.

**Family Day Care Home Program of
Nutrition Healthy Choice of Monroe, Incorporated
Notes to the Financial Statements (Continued)**

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated had no cash equivalents during the audit period. On September 30, 2012, the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated had no cash deposits.

NOTE B-PENSION PLAN

The Organization does not have a retirement program for its employees and the employees are not members of the State of Louisiana Retirement System. All employees of the Organization are members of the Social Security System. In addition to the employees' contributions, the agency contributes 7.65 percent of adjusted gross payroll to the Social Security System. The Organization does not guarantee the benefits granted by the Social Security System.

NOTE C-FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE D-BUDGET PRACTICES

The Organization prepares an annual budget, which is approved by the Board of Directors prior to being submitted to the reimbursement agency. Budgeted costs amounts are closely monitored to ensure the costs are not exceeded.

NOTE E-RECEIVABLES

At September 30, 2012, the Organization had reimbursements receivable as follows:

Family Day Care Home Program	\$ 271,924
Overpayments Receivable	<u>1,940</u>
Total	<u>\$ 273,864</u>

NOTE F-LIABILITIES

At September 30, 2012, the Organization had liabilities totaling \$273,864. The liabilities consist of the following:

**Family Day Care Home Program of
Nutrition Healthy Choice of Monroe, Incorporated
Notes to the Financial Statements (Continued)**

Accrued Liabilities	\$ 12,118
Due to Louisiana Department of Education	585
Due to Providers	261,161
Total	<u>\$ 273,864</u>

NOTE G-RELATED PARTY TRANSACTION

The Board of Directors consists of five (5) members. The spouse of Board Member, Johnny Patterson serves as the Executive Director of the agency. Board Member Johnny Patterson is employed part-time as the Chief Financial Officer. The Board of Directors approved the appointment of the Executive Director and the Chief Financial Officer.

NOTE H-FRINGE BENEFIT

All full time employees are offered life insurance coverage up to \$40,000 or the maximum amount the underwriter will approve, whichever is greater.

NOTE I-COMPENSATED ABSENCES

Compensated absences are absences for which employees will be paid, such as vacation and/or sick leave. The Organization has a formal policy for accumulation and vesting of annual leave, and sick leave, which is based on the length of service. The days that are granted are included in annual salaries. Annual and sick leave time that are earned but not used may be brought forward into the next calendar year. For the purpose of this report, accumulated days for compensated absences are considered immaterial.

NOTE J-OPERATING LEASE COMMITMENT

As of September 30, 2012, the Organization was committed to two (2) operating leases for its office facilities requiring rent of \$24,204 annually as follows:

<u>Location</u>	<u>Landlord</u>	<u>Term</u>	<u>Monthly</u>	<u>Annual</u>
505 North 18th Street Suites D & C Monroe, LA 71201	Ken W May	3 Years	\$ 1,200	\$ 14,400
1120 S Pointe Parkway Suite C-1 Shreveport, LA 71105	Software & Services of Louisiana	2 Years	817	9,804
			<u>\$ 2,017</u>	<u>\$ 24,204</u>

NOTE K-CONCENTRATION OF RISK

For the year ended September 30, 2012, the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated was subject to significant concentration risks due to the fact that one hundred percent (100%) of its funding consisted of a contract agreement with the State of Louisiana.

NOTE L-SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through June 26, 2013, the date which the financial statements were available to be issued.



ROSIE D. HARPER

Certified Public Accountant, LLP

Post Office Box 1167 • 604 North 3rd Street • Monroe, Louisiana 71210

Phone (318) 387-8008 • Fax (318) 387-0806

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

To: The Board of Directors of
Nutrition Healthy Choice of Monroe, Incorporated
Monroe, Louisiana

I have audited the financial statements of The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated (a nonprofit organization) as of and for the year ended September 30, 2012, and have issued our report thereon dated June 26, 2013. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

Management of Nutrition Healthy Choice of Monroe, Incorporated is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing my audit, I considered The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's financial statements are free of material misstatement, I

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards* (Continued)

performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the audit committee, management, others within the entity, the Board of Directors, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
June 26, 2013



ROSIE D. HARPER
Certified Public Accountant, LLP

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Phone: (318) 387-8008 • Fax: (318) 387-0806

Independent Auditor's Report on Compliance With Requirements that Could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

To the Board of Directors of
Nutrition Healthy Choice of Monroe, Incorporated
Monroe, Louisiana

Compliance

I have audited the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's major federal programs for the year ended September 30, 2012. The Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's management. My responsibility is to express an opinion on the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's compliance with those requirements.

In my opinion, the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2012.

Independent Auditor's Report on Compliance With Requirements that Could have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 (Continued)

Internal Control Over Compliance

Management of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses as defined above.

This report is intended solely for the information and use of management, others within the entity, the Board of Directors, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
June 26, 2013

SUPPLEMENTAL INFORMATION

**FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED
Monroe, Louisiana**

PROGRAM DESCRIPTION

The Family Day Care Home provides by enrolling, monitoring, reimbursing, and providing overall assistance for service providers as authorized at section 17 of the National School Lunch Act (42 U.S.C. 1766) The home providers provide a combination of three meals or snacks a day to eligible children who are kept in the homes of the service providers The Family Day Care Home Program is a federally funded program that provides administrative assistance to Family Day Care Home service providers. The agency reimburses service providers for up to three (3) meals per day for eligible applicants The agency is funded by the United States Department of Agriculture as a pass-through entity of the Louisiana Department of Education.

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Schedule 2

Administrative Fund
Schedule of Activities -Budget to Actual
September 30, 2012

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
Revenue			
Reimbursements	\$ 564,720	\$ 557,673	\$ 7,047
Total Revenue	<u>564,720</u>	<u>557,673</u>	<u>7,047</u>
Personnel Costs			
Salaries and Wages	330,847	333,524	(2,677)
Payroll Taxes and Other Fringe Benefits	<u>38,807</u>	<u>39,303</u>	<u>(496)</u>
Total Personnel Costs	<u>369,654</u>	<u>372,827</u>	<u>(3,173)</u>
Other Expenses			
Acquisition Costs	8,472	3,295	5,177
Contract Costs	13,200	13,494	(294)
Operating Costs	131,244	129,452	1,792
Provider Training	2,000	1,755	245
Staff Training	10,000	8,856	1,144
Travel	28,000	26,343	1,657
Other Expense	<u>2,150</u>	<u>1,651</u>	<u>499</u>
Total Other Expenses	<u>195,066</u>	<u>184,846</u>	<u>10,220</u>
Total Expenses	<u>564,720</u>	<u>557,673</u>	<u>7,047</u>
Change in Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Notes to Financial Statements.

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Schedule 3

Analysis of Administrative Reimbursement Allowable
September 30, 2012

A	Actual Administrative Expenditures	\$557,673	
	Less: Non-Program Expense	-	
	Budget Overspent	-	
	Questioned Costs	-	<u>557,673</u>
B	Administrative Reimbursement		
	1 to 50 Oct 11-Jun 12	47,500	
	51 to 200 Oct 11-Jun 12	109,350	
	201 to 1000 Oct 11-Jun 12	256,473	
	1 to 50 Jul 12- Sept 12	16,050	
	51 to 200 Jul 12- Sept 12	36,900	
	201 to 1000 Jul 12- Sept 12	<u>91,200</u>	
	Less: Funds Returned	<u>-</u>	<u>557,473</u>
C	Approved Administrative Budget		<u>564,720</u>
D	Thirty Percent (30%) of Total Reimbursement		
	Program Reimbursement	3,623,828	
	Less: Funds Disallowed	-	
	Non-Program Expenses		
	Questioned Costs		
	Budget Overspent	<u>-</u>	3,623,828
	Administrative Reimbursement	557,673	
	Less: Funds Disallowed	-	
	Non-Program Expenses		
	Questioned Costs		
	Budget Overspent	<u>-</u>	<u>557,673</u>
		4,181,501	
		x 15%	
		<u>627,225</u>	<u>627,225</u>
E	Maximum Reimbursement Allowable (Lesser of A, B, C, or D)		557,473
F	Administrative Reimbursement Received	<u>557,473</u>	
G	Administrative Reimbursement Over (Under) Claimed		<u>-</u>

See Accompanying Notes to Financial Statements

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Schedule 4

Schedule of Meals Claimed and Reimbursement Allowed
September 30, 2012

	<i>Tier 1</i>					<i>Tier 2</i>				
	<i>Breakfast</i>	<i>Lunch</i>	<i>Supper</i>	<i>Supplement</i>	<i>Total</i>	<i>Breakfast</i>	<i>Lunch</i>	<i>Supper</i>	<i>Supplement</i>	<i>Total</i>
Meals Claimed October 2011 to June 2012										
Meals Claimed	97,397	315,792	578,432	603,465	1,595,086	242	242	-	237	721
Less: Meals Over (Under) Claimed										
Per Audit	(85)	106	42	42	105	-	-	-	-	-
Per Audit Cost	\$ (105 40)	\$ 245 92	\$ 97 44	\$ 28 98	\$ 266 94	\$ -	\$ -	\$ -	\$ -	\$ -
Total (Over)/Under	(85)	106	42	42	105	-	-	-	-	-
Meals Allowed	97,482	315,686	578,390	603,423	1,594,981	242	242	-	237	721
Reimbursement Rate	\$ 1 24	\$ 2 32	\$ 2 32	\$ 0 69		\$ 0 45	\$ 1 40	\$ 1 40	\$ 0 19	
Reimbursement Based on Rate	\$ 120,877 68	\$ 732,391 52	\$ 1,341,864 80	\$ 416,361 87	\$ 2,611,495 87	\$ 108 90	\$ 338 80	\$ -	\$ 45 03	\$ 492 73
Meals Claimed July 2011 to September 2011										
Meals Claimed	20,819	145,121	204,979	214,312	585,231	-	-	-	-	-
Less: Meals Over (Under) Claimed										
Per Audit	-	-	-	-	-	-	-	-	-	-
Per Audit Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Over/(Under)	-	-	-	-	-	-	-	-	-	-
Meals Allowed	20,819	145,121	204,979	214,312	585,231	-	-	-	-	-
Reimbursement Rate	\$ 1 27	\$ 2 38	\$ 2 38	\$ 0 71		\$ 0 44	\$ 1 34	\$ 1 34	\$ 0 18	
Reimbursement Based on Rate	\$ 26,440 13	\$ 345,387 98	\$ 487,850 02	\$ 152,161 52	\$ 1,011,839 65	\$ -	\$ -	\$ -	\$ -	\$ -
Total Meals Claimed	118,301	460,807	783,369	817,735	2,180,212	242	242	-	237	721
Less Total Overclaims	(85)	106	42	42	105	-	-	-	-	-
Total Net Meals Allowed	118,386	460,701	783,327	817,693	2,180,107	242	242	-	237	721
Program Reimbursement Allowed	\$ 147,317 81	\$ 1,077,779 50	\$ 1,829,714 82	\$ 568,523 39	\$ 3,623,335 52	\$ 108 90	\$ 338 80	\$ -	\$ 45 03	\$ 492 73
Adjustment for Rounding Off					-					
Program Reimbursement Allowed					\$ 3,623,828 25					
Program Reimbursement Received					3,624,095 19					
Less Funds Refunded to State at 9/30/12					-					
Net Reimbursements Received					3,624,095 19					
Program Reimbursement (Over)/Under Claimed					\$ (266 94)					

See Accompanying Notes to Financial Statements

FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INCORPORATED

Schedule 5

Schedule of Expenditure of Federal Awards
For the Year Ended September 30, 2012

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal CFDA Number	Federal Expenditures
UNITED STATES DEPARTMENT OF AGRICULTURE Passed through State of Louisiana Department of Education Child and Adult Care Food Program*	10 558	\$ 4,181,556
		<u>4,181,556</u>
Total Expenditures of Federal Awards		\$ <u>4,181,556</u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards.

**Family Day Care Home Program of
Nutrition Healthy Choice of Monroe, Incorporated**

**Notes to Schedule of Expenditures of Federal Awards
Year Ended September 30, 2012**

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (Schedule 5) includes the federal grant activity of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated under programs of the federal government for the year ended September 30, 2012. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated.

**FAMILY DAY CARE HOME PROGRAM
OF
NUTRITION HEALTHY CHOICE OF MONROE, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2012
SUMMARY OF AUDIT RESULTS**

SUMMARY OF AUDIT RESULTS

- 1 The auditor's report expresses an unqualified opinion on the financial statements of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated
- 2 No significant deficiencies over internal controls were disclosed during the audit of the financial statements
- 3 No instances of noncompliance material to the financial statements of the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated were disclosed during the audit.
- 4 No significant deficiencies in internal control over major federal award programs were disclosed during the audit
- 5 The auditor's report on compliance for the major federal award programs for the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated expresses an unqualified opinion on all major federal programs
- 6 No audit findings that are required to be reported in accordance with Section 510 (a) of OMB Circular A-133 are reported in this Schedule
- 7 The funds were received from the following United States Departments and were combined in the annual audit and tested as major or non-major programs for the fiscal year ending September 30, 2012

United States Department of Agriculture (Major)

CFDA
10 588

PROGRAM
Child and Adult Care Food Program

- 8 The threshold for distinguishing Types A and B programs were as follows
 - Type A**
The larger of \$300,000 or 3% (.03) of total federal awards expended
 - Type B**
The larger of \$100,000 or 3% (.03) of total federal awards expended
- 9 For the period ending September 30, 2012, the Family Day Care Home Program of Nutrition Healthy Choice of Monroe, Incorporated was determined to be a low-risk auditee

FINDINGS-FINANCIAL STATEMENTS AUDIT

There were no findings

QUESTIONED COSTS

There were no questioned costs

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Quasi-public Entities)

June 26, 2013

Rosie D Harper, CPA, LLP
Post Office Box 1167
Monroe, Louisiana 71210

In connection with your audit of our financial statements as of September 30, 2012 and for the period then ended, and as required by Louisiana Revised Statute (R.S.) 24.513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of June 26, 2013.

Federal, State, and Local Awards

We have detailed for you the amount of federal, state and local award expenditures for the fiscal year, by grant and grant year.

Yes [] No []

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and grantor officials.

Yes [] No []

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes [] No []

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes [] No []

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by RS 42:11 through 42:28 (the open meetings law). N/A

Yes [] No []

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance

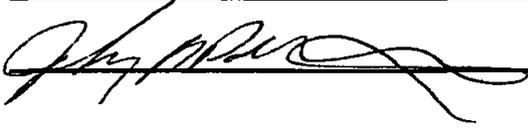
Yes [] No []

Prior Year Comments

We have resolved all prior-year recommendations and/or comments. **N/A**
Yes [] No []

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the federal, state, and local grants, to include the applicable laws and regulations

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We will also disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance which may occur up to the date of your report.

 Secretary June 26, 2013 Date

Treasurer June 26, 2013 Date

President June 26, 2013 Date